

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**April 11, 2011**

**9:00 a.m.**

Robert F. Carlson Auditorium  
Lincoln Plaza North  
400 Q Street  
Sacramento, CA

**COMMITTEE MEMBERS**

George Diehr, Chair  
Tony Oliveira, Vice Chair  
John Chiang  
Richard Costigan  
Dan Dunmoyer  
Rob Feckner  
JJ Jelincic  
Henry Jones  
Bill Lockyer  
Priya Mathur  
Louis F. Moret  
Ronald Yank

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|-----------------------|---|
| <b>CLOSED SESSION</b> | <b>9:00 a.m.</b><br>Chief Investment Officer's Briefing on Market and Personnel Issues<br>(Government Code sections 11126(a)(1) and 11126(c)(16)) |
| <b>OPEN SESSION</b>   | <b>9:30 a.m. or Upon Adjournment or Recess of Closed Session,<br/>Whichever is Later</b>  |
| <b>CLOSED SESSION</b> | <b>Upon Adjournment or Recess of Open Session</b><br>(Government Code section 11126(c)(16))   |

**AGENDA**

**OPEN SESSION**

**Action Items**

1. Call to Order and Roll Call
2. Approval of the March 14, 2011 Open Session Minutes
3. Judges' (JRS) and Legislators' (LRS) Retirement Systems Annual Update and Strategic Asset Allocation – Recommendation  
Geraldine Jimenez
4. Recommendations Regarding Investment Constraints  
Joseph Dear and Eric Baggesen
5. Investment Manager Agreement – Alternative Solicitation Methodology  
Eric Baggesen
6. Legislation – AB 17 (Davis) – External Investment Managers: Annual Report and Strategies  
Danny Brown

**Information Items**

7. Long-Term Care Investment Annual Update and Strategic Asset Allocation – Discussion  
Geraldine Jimenez
8. Total Fund
  - a. Fund Policy Benchmarks
  - b. Emerging Manager Program and Initiative Update
  - c. Investment Manager Agreement – Alternative Solicitation Methodology  
Farouki Majeed  
Joseph Dear  
Eric Baggesen
9. Program Updates
  - a. Inflation-Linked Asset Class (ILAC) Annual Program Review  
Ted Eliopoulos
  - b. Consultant Review of Internal Programs  
Wilshire Consulting
    - 1) Inflation-Linked Asset Class (ILAC) – Commodities Program
    - 2) Global Fixed Income – Currency Management Program
  - c. Real Estate
  - d. Alternative Investments Management (AIM)
  - e. Global Equity
  - f. Global Equity – Corporate Governance
  - g. Affiliate Investment Programs

- Joseph Dear  
Janine Guillot
10. Activity Reports
    - a. Consolidated Investment Activity Report
    - b. Chief Operating Investment Officer's Status Report
  11. Agenda and Calendar
    - a. Draft Agenda for May 16, 2011
    - b. 2011 Annual Agenda Item Calendar
  12. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

**CLOSED SESSION      Upon Adjournment or Recess of Open Session**  
(Government Code sections 11126(c)(16))

**Action Items**

1. Call to Order and Roll Call
2. Approval of the March 14, 2011 Closed Session Minutes

**Information Items**

Ted Eliopoulos  
Joseph Dear

3. Program Updates
  - a. Inflation-Linked Asset Class (ILAC) Portfolio Update
  - b. Investment Constraints
4. External Manager Updates
  - a. Real Estate
  - b. Alternative Investments Management (AIM)
  - c. Inflation-Linked Asset Class (ILAC)
  - d. Global Fixed Income
  - e. Global Equity
  - f. Affiliate Investment Programs

Janine Guillot  
Joseph Dear

5. Activity Reports
  - a. Status of Action Items Not Yet Reported
  - b. Investment Activity Reports
    - 1) Alternative Investments Management
    - 2) Real Estate
    - 3) Risk Managed Absolute Return Strategies
    - 4) Corporate Governance
    - 5) Inflation-Linked Assets
    - 6) Disclosure of Placement Agent Fees
    - 7) Other Programs

Joseph Dear

6. Alternative Investment and Real Estate Partnership / LLC Restructure

Peter Mixon

7. Review of Investments / Placement Agents